



## 95TH GENERAL ASSEMBLY

### State of Illinois

2007 and 2008

SB0530

Introduced 2/8/2007, by Sen. Kwame Raoul

#### SYNOPSIS AS INTRODUCED:

215 ILCS 105/14.10 new  
215 ILCS 106/65 new  
215 ILCS 170/52.5 new  
305 ILCS 5/5-5.05 new  
330 ILCS 125/37 new

Amends the Comprehensive Health Insurance Plan Act, the Children's Health Insurance Program Act, the Covering ALL KIDS Insurance Act, the Illinois Public Aid Code, and the Veterans' Health Insurance Program Act. Provides that the fee schedule for each of these programs must be competitive with those of non-governmental, third-party health insurance programs. Provides that (i) reimbursement for any service must not be lower than Medicare reimbursement in effect on January 1, 2007; (ii) the fee schedule must be decreased or increased every January 1 corresponding to the decrease or increase in the Consumer Price Index for medical care published by the U.S. Bureau of Labor Statistics, but in no case more than 4% per year; and (iii) payment for services must be made within 30 days after receipt of a bill or claim for payment. Effective July 1, 2007.

LRB095 04855 KBJ 24917 b

FISCAL NOTE ACT  
MAY APPLY

A BILL FOR

1 AN ACT concerning insurance.

2 **Be it enacted by the People of the State of Illinois,**  
3 **represented in the General Assembly:**

4 Section 5. The Comprehensive Health Insurance Plan Act is  
5 amended by adding Section 14.10 as follows:

6 (215 ILCS 105/14.10 new)

7 Sec. 14.10. Competitive fee schedule. The fee schedule for  
8 the Plan must be competitive with those of non-governmental,  
9 third-party health insurance programs. Reimbursement for any  
10 service must not be lower than Medicare reimbursement in effect  
11 on January 1, 2007. The fee schedule must be decreased or  
12 increased every January 1 corresponding to the decrease or  
13 increase in the Consumer Price Index for medical care published  
14 by the U.S. Bureau of Labor Statistics, but in no case more  
15 than 4% per year. Payment for services must be made within 30  
16 days after receipt of a bill or claim for payment in accordance  
17 with Section 368a of the Illinois Insurance Code.

18 Section 10. The Children's Health Insurance Program Act is  
19 amended by adding Section 65 as follows:

20 (215 ILCS 106/65 new)

21 Sec. 65. Competitive fee schedule. The fee schedule for the

1 Plan must be competitive with those of non-governmental,  
2 third-party health insurance programs. Reimbursement for any  
3 service must not be lower than Medicare reimbursement in effect  
4 on January 1, 2007. The fee schedule must be decreased or  
5 increased every January 1 corresponding to the decrease or  
6 increase in the Consumer Price Index for medical care published  
7 by the U.S. Bureau of Labor Statistics, but in no case more  
8 than 4% per year. Payment for services must be made within 30  
9 days after receipt of a bill or claim for payment in accordance  
10 with Section 386a of the Illinois Insurance Code.

11 Section 15. The Covering ALL KIDS Health Insurance Act is  
12 amended by adding Section 52.5 as follows:

13 (215 ILCS 170/52.5 new)

14 Sec. 52.5. Fee Schedule. The fee schedule for the Covering  
15 ALL KIDS Insurance Program must be competitive with those of  
16 non-governmental, third-party health insurance programs.  
17 Reimbursement for any service must not be lower than Medicare  
18 reimbursement in effect on January 1, 2007. The fee schedule  
19 must be decreased or increased every January 1 corresponding to  
20 the decrease or increase in the Consumer Price Index for  
21 medical care published by the U.S. Bureau of Labor Statistics,  
22 but in no case more than 4% per year. Payment for services must  
23 be made within 30 days after receipt of a bill or claim for  
24 payment in accordance with Section 368a of the Illinois

1 Insurance Code.

2 Section 20. The Illinois Public Aid Code is amended by  
3 adding Section 5-5.05 as follows:

4 (305 ILCS 5/5-5.05 new)

5 Sec. 5-5.05. Competitive fee schedule. Notwithstanding any  
6 other provision of this Article, the fee schedule for the  
7 program must be competitive with those of non-governmental,  
8 third-party health insurance programs. Reimbursement for any  
9 service must not be lower than Medicare reimbursement in effect  
10 on January 1, 2007. The fee schedule must be decreased or  
11 increased every January 1 corresponding to the decrease or  
12 increase in the Consumer Price Index for medical care published  
13 by the U.S. Bureau of Labor Statistics, but in no case more  
14 than 4% per year. Payment for services must be made within 30  
15 days after receipt of a bill or claim for payment in accordance  
16 with Section 368a of the Illinois Insurance Code.

17 Section 25. The Veterans' Health Insurance Program Act is  
18 amended by adding Section 37 as follows:

19 (330 ILCS 125/37 new)

20 Sec. 37. Competitive fee schedule. The fee schedule for the  
21 Program must be competitive with those of non-governmental,  
22 third-party health insurance programs. Reimbursement for any

1 service must not be lower than Medicare reimbursement in effect  
2 on January 1, 2007. The fee schedule must be decreased or  
3 increased every January 1 corresponding to the decrease or  
4 increase in the Consumer Price Index for medical care published  
5 by the U.S. Bureau of Labor Statistics, but in no case more  
6 than 4% per year. Payment for services must be made within 30  
7 days after receipt of a bill or claim for payment in accordance  
8 with Section 386a of the Illinois Insurance Code.

9 Section 99. Effective date. This Act takes effect July 1,  
10 2007.